

# **EXHIBIT 17**

Issue Date: January 6, 2009

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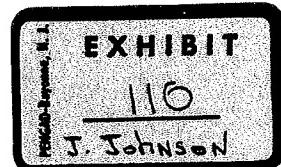
## SIGNAL INTERNATIONAL, LLC

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### BUMBERSHOOT LIABILITIES INSURANCE SUBMISSION

Effective  
From: January 30, 2009  
To: January 30, 2010

Presented by:  
Willis of Alabama, Inc., Mobile



Issue Date: January 6, 2009

**Signal International, LLC  
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## Signal International, LLC General Information

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**First Named Insured:** Signal International, LLC  
**Account Number:** 698270

**Mailing Address:** PO Box 7007 Pascagoula MS 39568

**Financial Contact:** Chris Cunningham 228-762-0010

**Inspection Contact:** Lisa Spears – same

**Web Site Location:** [www.signalinternational.com](http://www.signalinternational.com)

**Effective Date:** January 30, 2009

**Expiration Date:** January 30, 2010

**Producer:** John Bullock  
**Servicer:** Joyce Johnson  
**Marketer:** Vernon Ewing / Zaleen Palmer

**SIC Code/Industry:** Shipyard

Note: Willis will handle all Countersignature requirements with its affiliated offices.

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**Signal International, LLC**  
**Description of Operations**

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Signal International LLC owns and operates six shipyards – two in MS and four in TX. They perform repairs and inspections, upgrades, conversions, fabrication and outfitting and offshore services.

Please see attached company overview, which provides a corporate overview, organization and management overview, capabilities and experience/project history.

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**Signal International, LLC**  
**Underwriting Questions – General Information**

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**Explain all "yes" responses**

- 1 Is the applicant a subsidiary of another entity or does the applicant have any subsidiaries?
- 2 Is a formal safety program in operation?
- 3 Any exposure to flammables, explosives, chemicals?
- 4 Any catastrophe exposure?
- 5 Any other insurance with this company or being submitted?
- 6 Any policy or coverage declined, cancelled or non-renewed during the prior three years?
- 7 Any past losses or claims relating to sexual abuse or molestation allegations, discrimination or negligent hiring?
- 8 During the last ten years, has any applicant been convicted of any degree of the crime of arson?
- 9 Any uncorrected fire code violations?

<u>Yes</u>	<u>No</u>
☒	□
☒	□
☒	□
☒	□
□	□
□	☒
□	□
□	☒
□	☒

**Explanations to "Yes" Responses**

- 1) Per organization chart.
- 2) Yes – see corporate overview
- 3) Usual to shipyard industry
- 4) Gulf Coast windstorm

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**Signal International, LLC**  
**Named Insureds**

<b>First Named Insured</b>		<b>Legal Entity*</b>	<b>Interest</b>	<b>Description of Operations</b>
Signal International, LLC		LLC	Owner of Signal International Texas GP, LLC (100%) and Signal International Texas, LP (99%)	MS assets and debt
<b>Other Insureds</b>		<b>Legal Entity*</b>	<b>Interest</b>	<b>Description of Operations</b>
Signal International Texas GP, LLC		LLC	Owner of Signal International Texas, LP (1%)	
Signal International Texas LP		LP		TX assets and debt
Acon Offshore Partners, LP		LP	Owner of Signal International LLC (100%)	
ACON Offshore, LLC**		LLC		
Yates Offshore, LLC**		LLC		
Wilcar, LLC**		LLC		

\* I – Individual                            NP – Not for Profit  
     C – Corporation                            S – Subchapter "S"  
     O – Other \_\_\_\_\_

LC – Limited Corporation                    P – Partnership  
     LLC – Limited Liability Corporation    JV – Joint Venture

\*\*Added as respects policies except Workers Compensation

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**Signal International, LLC**  
**Primary Bumbershoot Liability Coverage**

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**Effective Date:** January 30, 2009 at 12:01 a.m. standard time, at insured's mailing address

**Expiration Date:** January 30, 2010 at 12:01 a.m., standard time, at insured's mailing address

**Coverage:** Liability Coverage above underlying policies listed subject to all terms, conditions and exclusions of the policy

**Limits:** \$25,000,000 excess of Primary Underlying Limits

**Self Insured Retention:** \$25,000 Per Occurrence

**Coverage Terms and Conditions:**

- XL Bumbershoot Form
- Follow Form Punitive Damages
- Additional Assured/Waiver of Subrogation/Notice of Cancellation (Blanket)
- Follow Form Shiprepairers Legal Aggregate/Dropdown
- Claims Made where Claims Made in the Underlying
- Lead Underwriters clause in favor of XL Specialty
- 30 days notice of cancellation except 10 days for nonpayment of premium
- Sudden & Accidental Pollution Buyback (72 hour/30 days)
- Follow Form Employee Benefits Liability
- Vessel Quarterly Reporting -- No premium adjustment unless schedule increased or decreased by 10% (New)

**Underlying Policies:**

Coverage	Carrier	Limit of Liability	Aggregate
General Liability, including SRL, CLL, WLL, SLL, EBL, Lift Legal, and Watercraft Liability including Collision	FFIC/OneBeacon	\$1,000,000	\$2,000,000 general aggregate \$1,000,000 p/co aggregate \$1,000,000 each occurrence
Automobile Liability	Hartford	\$1,000,000	
Vessel Pollution	Great American	\$5,000,000	

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**Signal International, LLC**  
**Primary Bumbershoot Liability Coverage**

Employers Liability – State Act	Hartford	\$1,000,000/ \$1,000,000/ \$1,000,000	
Employer's Liability – USL&H	ALMA	\$1,000,000/ \$1,000,000/ \$1,000,000	
Maritime Employers Liability	ALMA	\$1,000,000	

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**Signal International, LLC  
Excess Bumbershoot Liability Coverage**

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**Effective Date:** January 30, 2009 at 12:01 a.m. standard time, at insured's mailing address

**Expiration Date:** January 30, 2010 at 12:01 a.m., standard time, at insured's mailing address

**Coverage:** Excess Liability Coverage above underlying Bumbershoot Liability coverage, subject to all terms, conditions, and exclusions of the policy

**Limits:**  
\$75,000,000 Per Occurrence  
\$75,000,000 Aggregate

**Excess of Underlying Limits:**  
\$25,000,000 Per Occurrence  
\$25,000,000 Aggregate

**Coverage Terms and Conditions:**

- American Institute Excess Marine Liabilities Clauses – Follow Form all terms/conditions
- Blanket Additional Assured/Waiver of Subrogation
- Aggregate/Dropdown
- Claims Made where Claims Made in the Underlying
- Lead Underwriters clause in favor of XL Specialty
- 30 days notice of cancellation except 10 days for nonpayment of premium

**QUESTIONNAIRE FOR UMBRELLA EXCESS LIABILITY QUOTATION**

1. Name of Applicant: **Term: 01/30/09-10**  
**Signal International, LLC and as per attached**
2. Address:
  - a) Head Office (mailing address) **PO Box 7007, Pascagoula MS 39568**
  - b) Main Location of Operations **601 Bayou Cassiope Pkwy, Pascagoula MS**
3. Description of all operations for each applicant listed in Item 1:  
**Repair, modification, construction and conversion of MODU (Mobile Offshore Drilling Units).**
4. Estimate of:
  - a) Annual Payroll **\$75,000,000 est.**
  - b) No. of Employees **1,450 - varies**
  - c) Annual Receipts
    - (1) Domestic **\$260,000,000 est.**
    - (2) Foreign **if any**
5. Advertising:
  - a) Methods **Usual to Industry**
  - b) Annual Expenditure
  - c) Proportion of Expenditure  
by Media
6. Details of the following including separate values and Fire/E.C. rates  
(if no exposure show "none"):
  - a) Leased premises with values in excess of \$10,000 where applicant is not held harmless or names in Fire/E.C. Policy
 

<u>Addresses</u>	<u>Values</u>
<b>Office space only</b>	
  - b) Any other property in the applicant's care, custody or control where values are likely to exceed \$10,000
 

<u>Descriptions</u>	<u>Values</u>
<b>OFE</b>	<b>Varies - \$1mil est average</b>
<b>Rigs</b>	<b>Varies - \$30mil est average</b>

Details of written contractual agreements other than liability assumed under any lease of premises, easement agreement, agreement required by municipal ordinance, side-tract agreements and elevator escalator maintenance agreement:

**Usual to industry**

Is applicant a qualified self insured for Workers' Compensation?

No

If Yes, give detailed information of Self Insurance Plan, Experience and Excess Coverage.

Details of exposure under the following (If no exposure show "none"):

a) Admiralty Jurisdiction of Jones Act	Payroll	Full Time \$0 and Part Time \$122,000 (pt/less than 25% of employees time)
	No. Emp.	0 ft/13 pt
b) Federal Employers' Liability Act	Payroll	None
	No. Emp.	
c) Federal Longshoremens' & Harbor Workers	Payroll	\$72mil
	No. Emp.	1,350

Description of owned or leased:

a) Aircraft	<b>None</b>
b) Watercraft	<b>Per schedule attached</b>
c) Automotive Units	<b>Per Schedule attached</b>

Type	Number	Radius
Heavy Truck	1	L
Medium Truck	6	L
Light Trucks	19	L
EHTT	2	L
Trailers	4	L
Private Passenger	5	L

Does Primary Coverage provide:

a) Comprehensive Auto & General Liability	<b>Yes</b>
b) Personal Injury Liability	<b>Yes</b>
c) Blanket Contractual Liability	<b>Yes</b>
d) Broad Form Property Damage	<b>Yes</b>
e) Explosion, Collapse & Underground P.D. (XCU)	<b>Yes</b>

Describe fully all other extensions or restrictions of the underlying policies: i.e., deviations from ISO forms:

**tbd, including Blanket AI/Waivers - see underlying quotes when received**

Details of any liability losses, insured or uninsured, exceeding \$10,000 occurring in the past five years:

**As per loss runs attached**

If Malpractice coverage required, please state: **incidental only**

- a) Number of Doctors employed 0
- b) Number of Nurses employed 0
- c) Description of their duties n/a

If Hospital, Nursing Home or Clinic, Hospital Questionnaire required prior to quoting.

Current Coverage: 25MM x/o U/L - FFIC/ Navg./ Nat'l. Liab  
75MM x/o 25MM x/o U/L - FFIC/ XL/ Navg.

I know of no other relevant facts which might affect underwriters' judgement when considering this application.

Completed by Vernon L. Ewing III                  Date: \_\_\_\_\_

**Signal International, LLC et al**  
**2009-2010 Schedule of Underlying Insurance**

<u>Coverage</u>	<u>Carrier</u>	<u>Policy No.</u>	<u>Expiring Premium</u>	<u>Term</u>	<u>Limit</u>
Marine General Liability Including Watercraft Liability; Shiprepairs Legal; Lift Legal Wharfingers Legal; Stevedores Legal and Charterers Legal	FFIC/ One Beacon	tba	\$594,000 MGL \$53,000 P&I	1/30/09-10	\$ 1,000,000 each occurrence \$ 2,000,000 general aggregate \$ 1,000,000 p/co agg \$ 1,000,000 personal & advertising injury
Automobile Liability	Hartford	tba	\$60,000	1/30/09-10	\$ 1,000,000 CSL
Employers Liability USL&H State Act	ALMA Hartford	tba	Included Included	1/30/09-10	\$ 1,000,000 BI by Accident; each employee \$ 1,000,000 BI by Disease; each employee \$ 1,000,000 BI by Disease; policy limit
Maritime Employers Liability	ALMA	tba	Included	1/30/09-10	\$ 1,000,000 each accident
Foreign International General Liability	ACE America	tba	\$2,500		\$ 1,000,000 each occurrence \$ 1,000,000 p/co agg \$ 1,000,000 personal & advertising injury
Contingent Auto Liability Foreign Employers Liability					\$ 1,000,000 CSL \$ 1,000,000 BI by Accident; each employee \$ 1,000,000 BI by Disease; each employee \$ 1,000,000 BI by Disease; policy limit
Vessel Pollution Liability	Great American	tba			\$40,985 1/30/09-10 \$ 5,000,000 OPACERCLA